

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|--------------------------|---|---------------------|
| PURCHASED GAS ADJUSTMENT |) | |
| FILING OF DELTA NATURAL |) | CASE NO. 2012-00434 |
| GAS COMPANY, INC |) | |

ORDER

On October 21, 2010, in Case No. 2010-00116,¹ the Commission approved rates for Delta Natural Gas Company, Inc. ("Delta") and provided for their further adjustment in accordance with Delta's Gas Cost Adjustment ("GCA") clause.

On September 24, 2012, Delta filed its proposed GCA to be effective October 29, 2012.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Delta's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Delta's notice sets out an Expected Gas Cost ("EGC") of \$4.3119 per Mcf, which is a decrease of \$.9640 per Mcf from the previous EGC of \$5.2759 per Mcf.
3. Delta's notice sets out no current quarter Refund Adjustment ("RA"). Delta's total RA is (\$.1142) per Mcf, which is an increase of \$.0152 per Mcf from the previous quarter total RA of (\$.1294) per Mcf.

¹ Case No. 2010-00116, Application of Delta Natural Gas Company, Inc. for an Adjustment of Rates (Ky. PSC Oct. 21, 2010).

4. Delta's notice sets out a current quarter Actual Adjustment ("AA") of \$.1662 per Mcf. Delta's total AA is \$1.3304 per Mcf, which is an increase of \$.2111 per Mcf from the previous total AA of \$1.1193 per Mcf.

5. Delta's notice sets out a Balance Adjustment ("BA") of (\$.2272) per Mcf, which represents a decrease of \$2.0786 per Mcf from the previous BA of \$1.8514 per Mcf.

6. Delta's GCA is \$5.3009 per Mcf, which is a decrease of \$2.8163 per Mcf from the previous GCA of \$8.1172 per Mcf.

7. The GCA rates in the Appendix to this Order are fair, just, and reasonable and should be approved for final meter readings by Delta on and after October 29, 2012.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after October 29, 2012.

2. Within 20 days of the date of this Order, Delta shall file its revised tariff sheets with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission

Commissioner Breathitt is abstaining from this proceeding.

ENTERED 
OCT 26 2012
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Case No. 2012-00434

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00434 DATED **OCT 26 2012**

The following rates and charges are prescribed for the customers in the area served by Delta Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATE SCHEDULES

AVAILABILITY

Available for general use by residential, commercial, and industrial customers.

RATES

| | <u>Base Rate</u> | plus | Gas Cost Recovery <u>Rate</u> | equals | <u>Total Rate</u> |
|------------------------|------------------|------|-------------------------------------|--------|-------------------|
| Residential | | | | | |
| Monthly Service Charge | \$ 20.70 | | | | |
| All Ccf | \$.43185 | | \$.53009 | | \$.96194 |

Residential rates are also subject to the Conservation/Efficiency Program Cost Recovery Component of \$.01173 per Ccf.

Small Non-Residential

| | | | | | |
|------------------------|-----------|--|-----------|--|-----------|
| Monthly Service Charge | \$ 31.20 | | | | |
| All Ccf | \$.43185 | | \$.53009 | | \$.96194 |

Large Non-Residential

| | | | | | |
|------------------------|-----------|--|-----------|--|-----------|
| Monthly Service Charge | \$ 131.00 | | | | |
| 1 – 2,000 Ccf | \$.43185 | | \$.53009 | | \$.96194 |
| 2001 – 10,000 Ccf | .26696 | | .53009 | | .79705 |
| 10,001 – 50,000 Ccf | .18735 | | .53009 | | .71744 |
| 50,001 – 100,000 Ccf | .14735 | | .53009 | | .67744 |
| Over 100,000 Ccf | .12735 | | .53009 | | .65744 |

Interruptible

| | | | |
|------------------------|-----------|-----------|-----------|
| Monthly Service Charge | \$ 250.00 | | |
| 1 – 10,000 Ccf | \$.16000 | \$.53009 | \$.69009 |
| 10,001 – 50,000 Ccf | .12000 | .53009 | .65009 |
| 50,001 – 100,000 Ccf | .08000 | .53009 | .61009 |
| Over 100,000 Ccf | .06000 | .53009 | .59009 |

Connie King
Mngr. Corporate & Employee Services
Delta Natural Gas Company, Inc.
3617 Lexington Road
Winchester, KY 40391